LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **AUGUST 7, 2007**, upon the application of **ARK-LA-TEX ENERGY**, **LLC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Paluxy Formation**, **Reservoir B**, in the Red River-Bull Bayou Field, Red River Parish, Louisiana.

- 1. To create one (1) drilling and production unit for the exploration of and the production of gas and condensate from the Paluxy Formation, Reservoir B.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property within the proposed units in accordance with Section 10, Title 30 of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage basis of participation.
- 3. To designate a unit operator and unit well where applicable.
- 4. To require future wells drilled to the Paluxy Formation, Reservoir B, to be located at least 330' from unit lines and 1320' between wells.
- 5. To provide for reclassification of the reservoir if the producing characteristics should change without the necessity of a public hearing, if evidence is presented to and accepted by the Commissioner of Conservation to warrant such change.
- 6. To consider such other matters as may be pertinent.

The Paluxy Formation, Reservoir B, is to be defined as that gas and condensate productive interval encountered between the depths of 2,512' to 2,806' (electric log measurements) in the Ark-LA-Tex Energy, LLC - F. Matthews Trust et al No. 1 Well, located in Section 28, Township 13 North, Range 11 West, Red River Parish, Louisiana.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 6/28/07;7/4/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.